

BOSTON EDISON COMPANY
Boston, Massachusetts

M.D.T.E. No. 959845
Cancels M.D.T.E. No. 845

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TRANSITION COST ADJUSTMENT

The Transition Cost Adjustment shall recover on a fully reconciling basis from all Boston Edison retail customers taking service under Boston Edison Company's (the Company) rates all of Boston Edison's stranded investment as set forth in the Settlement Agreement as approved by the Department on January 28, 1998, ~~and shall be calculated in accordance with Attachment 3 of said Agreement.~~ A copy of said Agreement and the Department's approval thereof is on file with the Department.

The Transition Cost Adjustment shall be calculated separately for each rate class in order to assure recovery of the Company's uniform transition charges as they may exist from time to time. Each adjustment of the prices under the Company's applicable rates shall be in accordance with a notice filed with the Department of Telecommunications and Energy (the Department) setting forth the amount of the applicable Transition Cost Adjustment, the amount of the increase or decrease and the effective delivery charge in the Company's rates as adjusted to reflect the new Transition Cost Adjustment amount. The notice shall further specify the effective date of such adjustment, which shall not be earlier than thirty days after the filing of the notice, or such other date as the Department may authorize.

The operation of this Transition Cost Adjustment clause is subject to Chapter 164 of the General Laws.

Filed Pursuant to Order of the
Massachusetts Department of Telecommunications and Energy
Issued January 28, 1998 in D.T.E. 96-23

Issued by: T. J. May
President

Filed: February 27, 1998
Effective: March 1, 1998